



* 0 6 1 1 2 1 1 9 9 *

PRINT in BLUE or BLACK INK

ATTACH TO FORM IN-111

Taxpayer's Last Name	First Name	Initial
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Taxpayer's Social Security Number

$$\boxed{} \boxed{} \boxed{} - \boxed{} \boxed{} - \boxed{} \boxed{} \boxed{} \boxed{}$$

VT SCHEDULE A. Adjustments to Income or VT Tax**PART I INCOME FROM STATE AND LOCAL OBLIGATIONS** (See instructions on page 9)

- | | | | |
|--|-----------|--|---|
| 1. Total interest and dividend income from all state and local obligations exempt from federal tax | 1. | <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> . | <input type="text"/> <input type="text"/> |
| 2. Interest and dividend income from Vermont state and local obligations included in Line 1 | 2. | <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> . | <input type="text"/> <input type="text"/> |
| 3. INCOME FROM NON-VT STATE AND LOCAL OBLIGATIONS TO BE ADDED TO VT TAXABLE INCOME | 3. | <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> , <input type="text"/> <input type="text"/> <input type="text"/> <input type="text"/> . | <input type="text"/> <input type="text"/> |

Subtract Line 2 from Line 1, *but not less than zero*. ENTER ON IN-111, SECTION 3, LINE 12.

PART II ADJUSTMENTS TO VT INCOME TAX

ADDITIONS TO VT TAX:

- | | | | | | | | | | | |
|------------|---|------------|----------------------|--|---|--|---|--|---|--|
| 4. | Tax on Qualified Plans including IRA,
MSA, & HSA (1040, Line 60) | 4. | <input type="text"/> | <input type="text"/> <input type="text"/> <input type="text"/> | , | <input type="text"/> <input type="text"/> <input type="text"/> | , | <input type="text"/> <input type="text"/> <input type="text"/> | . | <input type="text"/> <input type="text"/> 00 |
| 5. | Recapture of Federal Investment
Tax Credit | 5. | <input type="text"/> | <input type="text"/> <input type="text"/> <input type="text"/> | , | <input type="text"/> <input type="text"/> <input type="text"/> | , | <input type="text"/> <input type="text"/> <input type="text"/> | . | <input type="text"/> <input type="text"/> 00 |
| 6. | Tax from Federal Form 4972-Line 7 or 30 | 6. | <input type="text"/> | <input type="text"/> <input type="text"/> <input type="text"/> | , | <input type="text"/> <input type="text"/> <input type="text"/> | , | <input type="text"/> <input type="text"/> <input type="text"/> | . | <input type="text"/> <input type="text"/> 00 |
| 7. | Add Lines 4 through 6 | 7. | <input type="text"/> | <input type="text"/> <input type="text"/> <input type="text"/> | , | <input type="text"/> <input type="text"/> <input type="text"/> | , | <input type="text"/> <input type="text"/> <input type="text"/> | . | <input type="text"/> <input type="text"/> 00 |
| 8. | ADDITIONS TO VT TAX Multiply
Line 7 by 24% | 8. | <input type="text"/> | <input type="text"/> <input type="text"/> <input type="text"/> | , | <input type="text"/> <input type="text"/> <input type="text"/> | , | <input type="text"/> <input type="text"/> <input type="text"/> | . | <input type="text"/> <input type="text"/> 00 |
| 9. | Recapture of VT Credits
(See instructions) | 9. | <input type="text"/> | <input type="text"/> <input type="text"/> <input type="text"/> | , | <input type="text"/> <input type="text"/> <input type="text"/> | , | <input type="text"/> <input type="text"/> <input type="text"/> | . | <input type="text"/> <input type="text"/> 00 |
| 10. | Add Lines 8 and 9. Enter on IN-111,
Section 4, Line 17 | 10. | <input type="text"/> | <input type="text"/> <input type="text"/> <input type="text"/> | , | <input type="text"/> <input type="text"/> <input type="text"/> | , | <input type="text"/> <input type="text"/> <input type="text"/> | . | <input type="text"/> <input type="text"/> 00 |

SUBTRACTIONS FROM VT TAX:

- | | | | | | | | | | |
|---|-----|--|---|--|---|--|---|-----------------------------------|----|
| 11. Credit for Child and Dependent Care Expenses (1040-Line 48; 1040A-Line 29) | 11. | <div><div></div><div></div><div></div></div> | , | <div><div></div><div></div><div></div></div> | , | <div><div></div><div></div><div></div></div> | . | <div><div></div><div></div></div> | 00 |
| 12. Credit for the Elderly or the Disabled (1040-Line 49; 1040A-Line 30) | 12. | <div><div></div><div></div><div></div></div> | , | <div><div></div><div></div><div></div></div> | , | <div><div></div><div></div><div></div></div> | . | <div><div></div><div></div></div> | 00 |
| 13. Investment Tax Credit | 13. | <div><div></div><div></div><div></div></div> | , | <div><div></div><div></div><div></div></div> | , | <div><div></div><div></div><div></div></div> | . | <div><div></div><div></div></div> | 00 |
| 14. VT Farm Income Averaging Credit (From worksheet on reverse side of this form) 14. | | <div><div></div><div></div><div></div></div> | , | <div><div></div><div></div><div></div></div> | , | <div><div></div><div></div><div></div></div> | . | <div><div></div><div></div></div> | 00 |
| 15. Add Lines 11 through 14. | 15. | <div><div></div><div></div><div></div></div> | , | <div><div></div><div></div><div></div></div> | , | <div><div></div><div></div><div></div></div> | . | <div><div></div><div></div></div> | 00 |
| 16. SUBTRACTIONS FROM VT TAX | | | | | | | | | |
| Multiply Line 15 by 24%. Enter on | | <div><div></div><div></div><div></div></div> | , | <div><div></div><div></div><div></div></div> | , | <div><div></div><div></div><div></div></div> | . | <div><div></div><div></div></div> | 00 |
| IN-111, Section 4, Line 19. | 16. | <div><div></div><div></div><div></div></div> | , | <div><div></div><div></div><div></div></div> | , | <div><div></div><div></div><div></div></div> | . | <div><div></div><div></div></div> | 00 |

VT SCHEDULE B. VT Credit for income tax paid to other state or Canadian province **FOR RESIDENTS AND PART-YEAR RESIDENTS ONLY**

You must complete a separate Schedule B for each credit claimed. See instructions on page 10.

- | | | | | | | | | | | |
|--|---|--|---------|---|--------|--|---------|--|--|-------|
| <p>1a. . 00 –</p> <p>Adjusted Gross Income taxed in another state or Canadian province and also subject to Vermont tax</p> | <p>1b. . 00 =</p> <p>Capital Gains Exclusion (40% of long-term capital gains reported to other state or province)</p> | <p>1c. . 00</p> <p>AGI eligible for credit (Line 1a minus Line 1b)</p> | | | | | | | | |
| <p>2a. . 00 –</p> <p>Adjusted Gross Income (From Form IN-111, Section 2, Line 10)</p> | <p>2b. . 00 =</p> <p>Capital Gains Exclusion (From Form IN-111, Section 3, Line 14c)</p> | <p>2c. . 00</p> <p>AGI eligible for credit (Line 2a minus Line 2b)</p> | | | | | | | | |
| <p>3. VT Income Tax (From Form IN-111, Section 4, Line 20)</p> | | | | | | | | | | |
| <p>4. Computed tax credit (Divide Line 1c by Line 2c and multiply result by Line 3)</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 25%; border-bottom: 1px solid black;">Line 1c</td> <td style="width: 10%; text-align: center;">X</td> <td style="width: 25%; border-bottom: 1px solid black;">Line 3</td> <td style="width: 40%;"></td> </tr> <tr> <td style="border-bottom: 1px solid black;">Line 2c</td> <td></td> <td></td> <td>.....</td> </tr> </table> | | | Line 1c | X | Line 3 | | Line 2c | | | |
| Line 1c | X | Line 3 | | | | | | | | |
| Line 2c | | | | | | | | | | |
| <p>5. Amount of Income TAX paid to other state or Canadian province on income on Line 1c (See instructions on page 10)</p> | | | | | | | | | | |
| <p>6. TOTAL OTHER STATES CREDIT: Enter the lesser of Line 4 or Line 5 here and on Form IN-111, Section 5, Line 23</p> | | | | | | | | | | |

Name of state or Canadian province
(Use standard two-letter abbreviation)

COPIES OF NONRESIDENT RETURNS MUST BE ATTACHED

Schedule C and worksheets on back

Form IN-112 17



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VT SCHEDULE C. VT Earned Income Tax Credit**FOR RESIDENTS AND PART-YEAR RESIDENTS ONLY****FULL-YEAR AND PART-YEAR RESIDENTS MUST ANSWER BOTH QUESTIONS.**A. Enter number of qualifying children B. Were you (or your spouse if filing a joint return) at least age 25 but under age 65 at the end of 2006? Yes No

If you answered "No" and do not have any qualifying children, you do not qualify for Earned Income Tax Credit.

NOTE: Returns with filing status of *married filing separately* or *civil union filing separately* do not qualify.**FULL-YEAR RESIDENTS COMPLETE LINES 1 and 2:**1. Earned income tax credit from Federal Form 1040-Line 66a; 1040A-Line 40a; or, 1040EZ-Line 8a 1. , . 2. **VT EARNED INCOME TAX CREDIT** (Multiply Line 1 by 32%). Enter the result here and on Form IN-111, Section 7, Line 31c → 2. , . **PART-YEAR RESIDENTS COMPLETE LINES 3-9:**

Enter figures in Column A from your federal worksheet and VT Form IN-113.

A. Federal Amount \$3. Wages, salaries, tips, etc. (from IN-113, Line 1) 3. , . 4. Other earned income (from IN-113, Lines 6, 10, & 12) Check to indicate loss ← 4. , . 5. Total earned income (Add Lines 3 and 4) 5. , . 6. Earned income tax credit adjustment (Divide Line 5B by Line 5A and enter here, but not more than 100%) 6. %7. Earned income tax credit from Federal Form 1040-Line 66a; 1040A-Line 40a; or, 1040EZ-Line 8a 7. , . 8. Multiply Line 7 by 32% and enter the result here 8. , . 9. **VT EARNED INCOME TAX CREDIT** (Multiply Line 8 by Line 6) Enter the result here and on Form IN-111, Section 7, Line 31c. → 9. , .

For VT Portion \$, enter income earned while a VT resident as shown on Form IN-113, Column B, Lines 1, 6, 10, & 12.

B. VT Portion \$3. , . 4. , . 5. , . 6. %8. , . 9. , . **WORKSHEETS****CAPITAL GAINS WORKSHEET**

For Lines A - C, enter amounts from Federal Schedule D.

A. Smaller of Line 15 or 16 A. _____

B. Line 18 _____

C. Line 19 _____

D. Add Lines B and C. If negative, enter zero D. _____

E. Subtract Line D from Line A E. _____

For Lines F, G, I, and J, enter amounts from Federal Form 4952. If you did not file Form 4952, enter amount from Line E above on Line M below.

F. Line 4g _____

G. Line 4e _____

H. Multiply Line F by Line G. H. _____

I. Line 4b _____

J. Line 4e _____

K. Add Lines I and J K. _____

L. Divide Line H by Line K L. _____

M. Subtract Line L from Line E.

Entry cannot be less than zero.

Also enter on Form IN-111, Section 3, Line 14b . M. _____

LOW INCOME CHILD & DEPENDENT CARE WORKSHEET

1. Accredited care provider amount. 1. _____

2. Total care amount 2. _____

3. Divide Line 1 by Line 2 3. _____

$$\begin{array}{ccccccc} \$ & & \times & & = & \$ & \\ \text{Federal Credit} & \text{Line 3 above} & & \text{Eligible Credit} & & & \\ (1040, \text{Line 48;} & & & & & & \text{Low Income Credit} \\ 1040A, \text{Line 29)} & & & & & & \text{IN-111, Section 7,} \\ & & & & & & \text{Line 31g.} \end{array}$$
You may wish to also calculate your VT tax credit using 24% of the full Federal credit and compare to the credit calculated on this worksheet to determine which credit is best for you. You cannot take both credits.**VT FARM INCOME AVERAGING WORKSHEET**

1. Calculate and enter here Federal income tax using Federal Schedule D, Federal Schedule D Worksheet, or Federal tax rate schedules as if Schedule J was not used. 1. \$ _____

less

2. Enter Federal tax from Federal Schedule J Line 22 2. \$ _____

3. Subtract Line 2 from Line 1. This is your VT Farm Income Averaging Credit. Enter the result on VT Form IN-112, Part II, Line 14. 3. \$ _____